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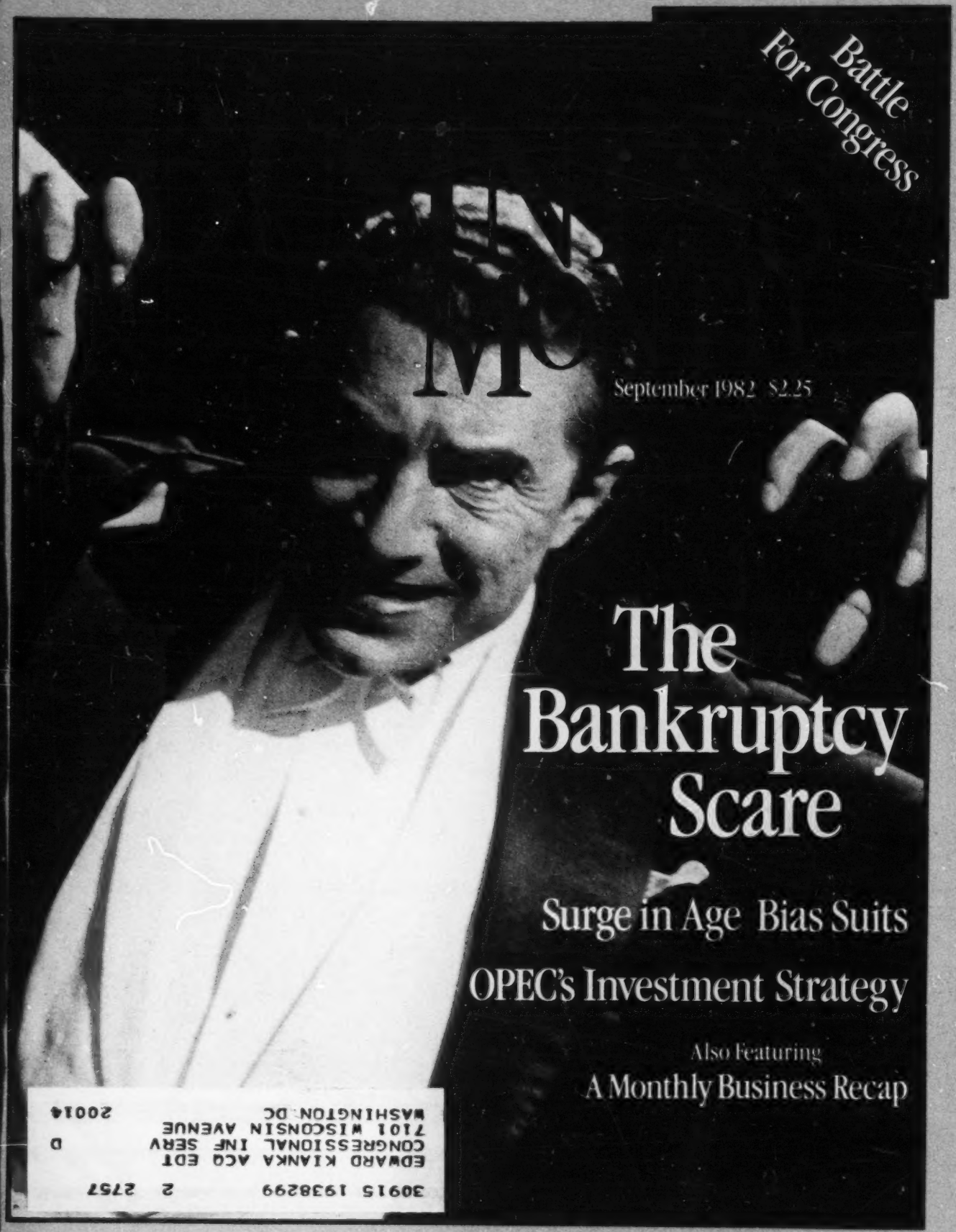

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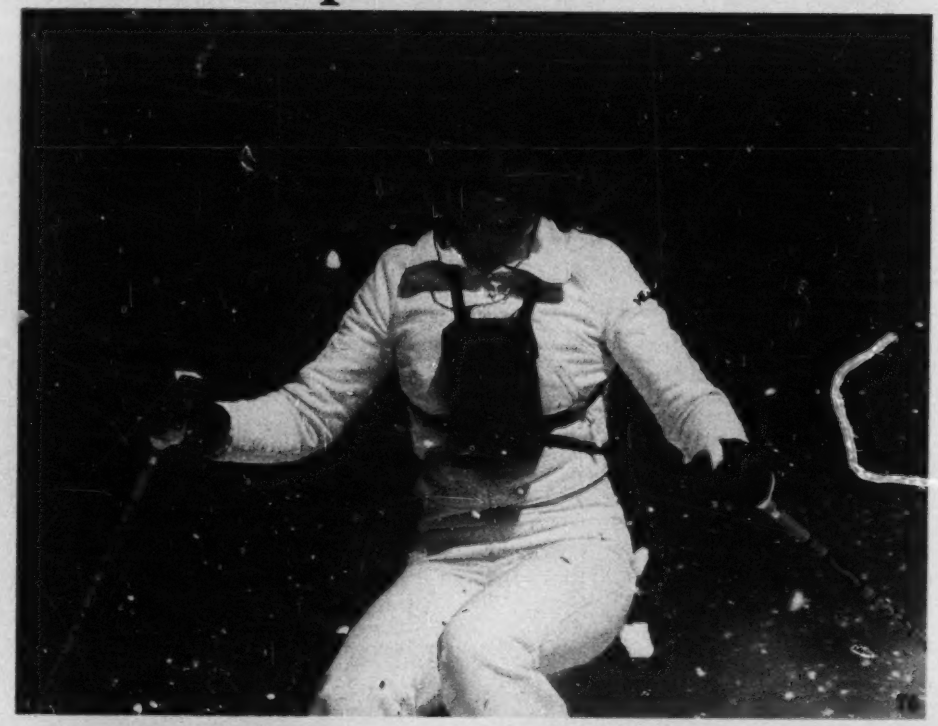

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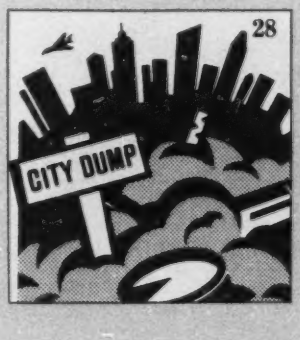

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Young of Young Research & Publishing Co., a monetary research firm.

In buying such a CD, the investor is betting that the yen or mark will appreciate against the dollar by the time the CD comes due. If the dollar gets stronger, the investor loses money. In addition, the CDs earn the prevailing rate of interest for the currency.

In recent months, of course, the CDs would not have been a good bet. Not only has the dollar been gaining strength against both currencies, but interest rates on the yen and mark have been significantly less than those on dollar deposits.

For example, a three-month yen CD purchased in early May (had they been available then) would have earned 7% interest. The bank would take 2%, leaving the investor 5%, about one-third the 15¼% that dollar-denominated CDs were paying at the time. The investor would also have suffered an exchange-rate loss of about 12% on an annualized basis due to the weakening of the yen.

—M.S.L.

INVESTMENT UPDATE

Here's the current status of a number of investments, and a look at how they have fared over the past month and the past year.

INVESTMENT	(6/30/82) Recent Price or Yield	Value of $10,000 if invested: Month Earlier	Year Earlier
Common Stock (Index fund, capital gains and dividends reinvested)	$13.68/share	$ 9,778	$ 8,673
per cent change		−2.2%	−13.3%
Bonds (30-yr., 11¾% Treasury Bond)			
MARKET VALUE	$88.12	$10,337	$10,367
ACCUMULATED INCOME		$ 115	$ 1,152
TOTAL		$10,452	$11,519
per cent change		+4.5%	+15.2%
Money Market Fund	12.65%	$10,105	$11,341
per cent change		+1.1%	+13.4%
Gold (Krugerrands)	$359/oz.	$10,842	$ 8,401
per cent change		+8.4%	−16.0%
HOUSE PRICES	Recent	Month Earlier	Year Earlier
Existing House	$69,400	$71,200	$72,400
per cent change		−2.5%	−4.1%
New House	$97,600	$ 89,400	$95,200
per cent change		+9.2%	+2.5%

Sources: Vanguard Group Inc.; Salomon Brothers; Donoghue's Money Fund Report; Deak-Perera Fifth Avenue, Inc.; Federal Home Loan Bank Board.

Three kinds of royalty are served here.
Crowned heads. Public figures.
And guests.

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